

ND TEACHERS FUND FOR RETIREMENT
INVESTMENT PERFORMANCE REPORT AS OF FEBRUARY 29, 2004

	February-04				January-04				December-03				September-03				Current	Prior Year	3 Years	5 Years
	Allocation		Month		Allocation		Month		Allocation		Quarter		Allocation		Quarter					
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net ROR	Net ROR	Net	Net
LARGE CAP DOMESTIC EQUITY																				
Structured Growth																				
LA Capital	60,300,302	4.4%	4.5%	1.20%	60,430,107	4.5%	4.5%	1.65%	59,429,333	4.5%	4.5%	9.09%	54,433,606	4.5%	4.5%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	22,784	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-1.48%	-20.46%	-5.64%
Total Structured Growth	60,323,086	4.4%	4.5%	1.20%	60,430,107	4.5%	4.5%	1.65%	59,429,333	4.5%	4.5%	9.09%	54,433,606	4.5%	4.5%	6.61%	19.64%	-1.48%	-20.46%	-5.64%
Russell 1000 Growth				0.64%				2.04%				10.41%				3.92%	17.82%	2.93%	-21.55%	-5.04%
Structured Value																				
LSV	63,640,760	4.7%	4.5%	3.23%	67,211,725	5.0%	4.5%	2.59%	65,556,517	5.0%	4.5%	15.58%	56,852,843	4.7%	4.5%	3.33%	26.48%	-2.05%	9.06%	3.95%
Russell 1000 Value				2.14%				1.76%				14.19%				2.06%	21.13%	-1.02%	-2.19%	-0.17%
Enhanced Russell 1000 Index																				
LA Capital	63,370,105	4.6%	4.5%	-0.08%	62,691,873	4.7%	4.5%	1.91%	61,506,658	4.6%	4.5%	11.77%	55,020,114	4.6%	4.5%	2.87%	17.08%	1.08%	N/A	N/A
Russell 1000				1.39%				1.90%				12.26%				3.00%	19.46%	0.96%	N/A	N/A
Enhanced S&P 500 Index																				
Northern Trust	60,130,201	4.4%	4.5%	1.34%	59,419,041	4.4%	4.5%	2.06%	58,209,002	4.4%	4.5%	12.40%	51,778,887	4.3%	4.5%	2.50%	19.15%	0.28%	N/A	N/A
Strong	62,296,433	4.6%	4.5%	1.87%	61,093,031	4.5%	4.5%	1.95%	60,017,398	4.5%	4.5%	12.76%	53,231,843	4.4%	4.5%	2.89%	20.49%	3.30%	N/A	N/A
Westridge	65,422,379	4.8%	4.5%	1.42%	64,556,096	4.8%	4.5%	1.85%	63,419,893	4.8%	4.5%	12.22%	56,514,305	4.7%	4.5%	2.65%	18.99%	0.56%	N/A	N/A
Total Enhanced S&P 500 Index	187,849,012	13.8%	13.5%	1.54%	185,068,168	13.7%	13.5%	1.95%	181,646,293	13.7%	13.5%	12.46%	161,525,035	13.4%	13.5%	2.68%	19.53%	1.35%	N/A	N/A
S&P 500				1.39%				1.84%				12.18%				2.64%	18.89%	0.24%	N/A	N/A
S&P 500 Index																				
State Street	42,453,305	3.1%	3.0%	1.39%	41,913,790	3.1%	3.0%	1.83%	41,161,194	3.1%	3.0%	12.16%	36,694,194	3.0%	3.0%	2.64%	18.86%	0.31%	-11.14%	-1.58%
S&P 500				1.39%				1.84%				12.18%				2.64%	18.89%	0.24%	-11.20%	-1.61%
TOTAL LARGE CAP DOMESTIC EQUITY	417,636,268	30.6%	30.0%	1.51%	417,315,664	31.0%	30.0%	1.99%	409,299,996	30.9%	30.0%	12.31%	364,525,793	30.3%	30.0%	3.02%	19.78%	0.49%	-9.68%	-2.32%
S&P 500				1.39%				1.84%				12.18%				2.64%	18.89%	0.24%	-11.20%	-1.61%
SMALL CAP DOMESTIC EQUITY																				
Manager-of-Managers																				
SEI	141,759,280	10.4%	10.0%	0.51%	145,241,523	10.8%	10.0%	4.64%	138,627,573	10.5%	10.0%	14.87%	126,781,889	10.5%	10.0%	9.68%	32.52%	0.68%	N/A	N/A
Russell 2000 + 200bp				1.06%				4.51%				15.07%				9.60%	33.21%	0.37%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	141,759,280	10.4%	10.0%	0.51%	145,241,523	10.8%	10.0%	4.64%	138,627,573	10.5%	10.0%	14.87%	126,781,889	10.5%	10.0%	9.68%	32.52%	0.68%	-3.37%	-0.65%
Russell 2000				0.90%				4.34%				14.52%				9.07%	31.51%	-1.64%	-3.30%	0.97%
INTERNATIONAL EQUITY																				
Large Cap - Core																				
State Street	55,794,855	4.1%	4.0%	2.29%	57,996,913	4.3%	4.0%	1.71%	57,022,569	4.3%	4.0%	14.32%	50,017,192	4.2%	4.0%	6.08%	26.16%	-9.96%	-13.28%	-4.72%
MSCI EAFE - 50% Hedged				2.35%				1.37%				13.15%				6.58%	25.12%	-11.24%	-14.65%	-4.18%
Large Cap - Active																				
Capital Guardian	143,526,036	10.5%	10.0%	2.13%	139,493,512	10.4%	10.0%	1.45%	137,780,918	10.4%	10.0%	13.62%	121,648,049	10.1%	10.0%	7.45%	26.48%	-11.30%	-14.96%	0.47%
Bank of Ireland	28,205,373	2.1%	2.0%	1.82%	27,520,678	2.0%	2.0%	1.47%	27,096,615	2.0%	2.0%	17.43%	23,146,777	1.9%	2.0%	2.64%	24.53%	-10.28%	N/A	N/A
Total Large Cap - Active	171,731,409	12.6%	12.0%	2.08%	167,014,190	12.4%	12.0%	1.45%	164,877,533	12.5%	12.0%	14.22%	144,794,826	12.0%	12.0%	6.65%	26.16%	-11.12%	-14.58%	0.74%
MSCI EAFE - 50% Hedged				2.35%				1.37%				13.15%				6.58%	25.12%	-11.24%	-14.65%	-4.18%
Small Cap - Active																				
Lazard	29,418,782	2.2%	2.0%	3.44%	28,273,365	2.1%	2.0%	3.24%	27,361,003	2.1%	2.0%	14.41%	26,522,836	2.2%	2.0%	10.66%	35.20%	-2.32%	N/A	N/A
Wellington	29,023,186	2.1%	2.0%	2.83%	28,065,039	2.1%	2.0%	2.63%	27,311,308	2.1%	2.0%	11.59%	27,825,562	2.3%	2.0%	17.22%	38.03%	5.97%	N/A	N/A
Total Small Cap - Active	58,441,967	4.3%	4.0%	3.13%	56,338,404	4.2%	4.0%	2.93%	54,672,311	4.1%	4.0%	12.90%	54,348,397	4.5%	4.0%	13.94%	36.56%	1.75%	N/A	N/A
Citigroup Broad Market Index < \$2BN				2.90%				4.20%				13.31%				15.95%	40.87%	3.91%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	285,968,232	21.0%	20.0%	2.33%	281,349,506	20.9%	20.0%	1.80%	276,572,413	20.9%	20.0%	13.97%	249,160,415	20.7%	20.0%	8.04%	28.27%	-8.22%	-12.63%	-0.99%
MSCI EAFE - 50% Hedged				2.35%				1.37%				13.15%				6.58%	25.12%	-11.24%	-14.65%	-4.18%
EMERGING MARKETS EQUITY																				
Capital Guardian	76,368,511	5.6%	5.0%	2.98%	74,158,640	5.5%	5.0%	4.37%	71,053,188	5.4%	5.0%	14.85%	69,341,678	5.8%	5.0%	14.62%	41.48%	7.15%	-10.61%	1.62%
MSCI Emerging Markets Free				4.61%				3.55%				17.81%				14.23%	45.77%	6.96%	-7.07%	2.49%
DOMESTIC FIXED INCOME																				
Core Bond																				
Western Asset	10,380,209	0.8%	0.9%	1.06%	10,457,959	0.8%	0.9%	0.92%	10,362,007	0.8%	0.9%	1.24%	9,813,527	0.8%	0.9%	-0.47%	2.77%	13.42%	11.88%	8.58%
Lehman Aggregate				1.08%				0.80%				0.32%				-0.15%	2.07%	10.39%	10.07%	7.54%
Active Duration																				
WestAM (Criterion)	10,149,765	0.7%	0.9%	1.00%	10,226,604	0.8%	0.9%	0.77%	10,156,767	0.8%	0.9%	0.31%	9,699,747	0.8%	0.9%	-0.40%	1.69%	9.93%	9.39%	6.85%
Lehman Aggregate				1.08%				0.80%				0.32%				-0.15%	2.07%	10.39%	10.07%	7.54%
Index																				
Bank of ND	17,900,702	1.3%	1.1%	1.17%	16,104,093	1.2%	1.1%	0.88%	15,963,652	1.2%	1.1%	-0.10%	15,583,901	1.3%	1.0%	-0.73%	1.20%	12.59%	11.06%	7.79%
Bank of ND Match Loan CD Program	8,244,017	0.6%	0.6%	0.45%	8,721,261	0.6%	0.6%	0.00%	8,680,209	0.7%	0.7%	1.41%	8,664,626	0.7%	0.7%	1.43%	3.32%	5.83%	5.84%	5.85%
Total Index	26,144,719	1.9%	1.8%	1.01%	24,825,354	1.8%	1.8%	0.68%	24,643,862	1.9%	1.8%	0.23%	24,248,527	2.0%	1.8%	-0.21%	1.72%	10.77%	10.08%	7.44%
Lehman Gov/Credit				1.22%				0.91%				-0.03%				-0.50%	1.60%	13.15%	10.82%	7.83%

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	February-04				January-04				December-03				September-03				Current	Prior Year	3 Years	5 Years
	Allocation		Month		Allocation		Month		Allocation		Quarter		Allocation		Quarter		Fiscal YTD	FY03	Ended	Ended
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net ROR	Net ROR	6/30/2003	6/30/2003
																			Net	Net
Convertibles																				
TCW	11,355,754	0.8%	0.9%	0.78%	11,470,551	0.9%	0.9%	2.15%	11,221,398	0.8%	0.9%	10.00%	9,984,713	0.8%	0.9%	1.84%	15.32%	10.37%	-9.08%	N/A
<i>First Boston Convertible Index</i>				1.11%				2.01%				8.54%				2.67%	14.94%	15.35%	-3.81%	N/A
BBB Average Quality																				
Strong	10,321,356	0.8%	0.9%	1.20%	10,391,521	0.8%	0.9%	1.12%	10,263,580	0.8%	0.9%	1.47%	9,899,987	0.8%	0.9%	0.16%	4.00%	14.81%	10.35%	N/A
<i>Lehman BBB</i>				1.27%				1.13%				1.22%				0.27%	3.95%	18.33%	9.91%	N/A
Timberland																				
Evergreen (Wachovia)	19,925,056	1.5%	1.5%	-0.05%	20,273,697	1.5%	1.5%	2.06%	19,855,115	1.5%	1.5%	6.11%	18,287,910	1.5%	1.5%	-0.15%	8.08%	12.50%	N/A	N/A
																			N/A	N/A
TOTAL DOMESTIC FIXED INCOME	88,276,860	6.5%	7.0%	0.75%	87,645,686	6.5%	7.0%	1.31%	86,502,729	6.5%	7.0%	3.16%	81,934,410	6.8%	7.0%	0.11%	5.41%	11.62%	6.95%	6.77%
<i>Lehman Aggregate</i>				1.08%				0.80%				0.32%				-0.15%	2.07%	10.39%	10.07%	7.54%
HIGH YIELD BONDS																				
Western Asset	85,239,564	6.3%	7.0%	-0.29%	85,490,019	6.3%	7.0%	0.99%	84,655,159	6.4%	7.0%	5.54%	80,212,870	6.7%	7.0%	1.99%	8.38%	20.04%	2.51%	4.15%
<i>Lehman High Yield Bond Index</i>				-0.25%				1.91%				5.91%				2.77%	10.65%	22.77%	5.44%	2.66%
INTERNATIONAL FIXED INCOME																				
International Sovereign																				
UBS Global (Brinson)	31,512,930	2.3%	2.5%	-0.23%	31,605,967	2.3%	2.5%	0.01%	31,592,642	2.4%	2.5%	6.49%	28,349,039	2.4%	2.5%	3.18%	9.64%	18.20%	8.47%	5.93%
<i>Citigroup Non-US Gov't Bond Index (1)</i>				-0.11%				0.12%				6.71%				2.75%	9.65%	17.91%	8.10%	6.29%
International Core																				
Brandywine	32,246,482	2.4%	2.5%	1.52%	31,800,152	2.4%	2.5%	-0.57%	31,952,919	2.4%	2.5%	7.30%	27,744,819	2.3%	2.5%	1.51%	9.95%	N/A	N/A	N/A
<i>Lehman Global Aggregate (ex-US)</i>				0.12%				0.08%				6.77%				2.76%	9.94%	N/A	N/A	N/A
TOTAL INTERNATIONAL FIXED INCOME	63,759,412	4.7%	5.0%	0.64%	63,406,119	4.7%	5.0%	-0.28%	63,545,561	4.8%	5.0%	6.91%	56,093,858	4.7%	5.0%	2.34%	9.81%	17.83%	8.36%	5.86%
<i>Citigroup Non-US Gov't Bond Index (1)</i>				-0.11%				0.12%				6.71%				2.75%	9.65%	17.91%	8.10%	6.29%
REAL ESTATE																				
JMB	15,970			-5.56%	16,911			0.00%	16,911			12.83%	26,405			-8.75%	-2.77%	-18.62%	-5.76%	0.42%
INVESCO	66,733,303			0.22%	66,587,884			0.12%	66,508,962			2.16%	59,194,948			0.37%	2.89%	8.15%	8.00%	7.69%
J.P. Morgan	51,516,619			0.71%	51,151,356			0.49%	50,903,121			3.16%	49,346,053			2.43%	6.93%	7.80%	7.36%	10.23%
TOTAL REAL ESTATE	118,265,893	8.7%	9.0%	0.45%	117,756,151	8.7%	9.0%	0.29%	117,428,994	8.9%	9.0%	2.63%	108,567,406	9.0%	9.0%	1.36%	4.79%	7.97%	7.69%	9.00%
<i>NCREIF TOTAL INDEX</i>				0.91%				0.91%				2.76%				1.97%	6.70%	7.64%	8.51%	10.16%
ALTERNATIVE INVESTMENTS																				
Brinson IVCF III	1,008,543			0.00%	1,008,543			0.00%	1,008,543			1.29%	902,791			13.02%	14.48%	-16.94%	3.23%	52.67%
Coral Partners V	10,366,447			0.00%	10,574,446			0.00%	10,574,429			-1.26%	10,226,565			-6.88%	-8.05%	-22.52%	-20.83%	-9.87%
Coral Partners V - Supplemental	741,999			0.00%	951,653			0.00%	526,087			-0.95%	532,012			-15.67%	-16.47%	-28.36%	N/A	N/A
Coral Partners VI	2,752,404			0.00%	2,748,105			0.00%	1,584,895			-4.63%	1,664,603			-12.18%	-16.25%	N/A	N/A	N/A
Brinson 1998 Partnership Fund	1,804,328			0.00%	1,801,509			0.00%	1,801,507			2.36%	1,866,448			4.07%	6.53%	-14.73%	-11.35%	1.31%
Brinson 1999 Partnership Fund	2,308,160			0.00%	2,416,922			0.00%	2,416,918			4.99%	2,305,853			0.98%	6.02%	-16.31%	-14.42%	N/A
Brinson 2000 Partnership Fund	4,116,555			0.00%	4,110,124			0.00%	4,110,117			2.47%	3,707,426			0.67%	3.15%	-13.99%	-9.08%	N/A
Brinson 2001 Partnership Fund	1,595,052			0.00%	1,592,560			0.00%	1,259,705			-1.11%	1,275,982			0.43%	-0.68%	-5.98%	N/A	N/A
Brinson 2002 Partnership Fund	1,121,237			0.00%	851,948			0.00%	851,947			-1.16%	863,431			12.21%	10.91%	9.08%	N/A	N/A
Brinson 2003 Partnership Fund	83,378			0.00%	83,247			0.00%	83,247			-0.24%	83,586			-3.58%	-3.81%	N/A	N/A	N/A
Brinson 1999 Non-US Partnership Fund	1,158,323			0.00%	1,156,514			0.00%	1,156,512			5.58%	1,262,624			6.32%	12.25%	13.12%	2.21%	N/A
Brinson 2000 Non-US Partnership Fund	1,561,478			0.00%	1,559,039			0.00%	1,559,036			0.52%	1,553,647			2.82%	3.35%	9.50%	-1.63%	N/A
Brinson 2001 Non-US Partnership Fund	858,359			0.00%	857,018			0.00%	857,016			1.18%	848,452			7.50%	8.77%	-0.41%	N/A	N/A
Brinson 2002 Non-US Partnership Fund	1,300,300			0.00%	1,298,268			0.00%	1,298,266			0.96%	1,173,907			3.71%	4.71%	5.34%	N/A	N/A
Brinson 2003 Non-US Partnership Fund	221,890			0.00%	221,543			0.00%	221,543			0.05%	76,355			-0.05%	0.00%	N/A	N/A	N/A
Brinson BVCF IV	6,803,228			0.00%	6,792,599			0.00%	5,926,360			-3.67%	6,162,420			-1.02%	-4.65%	-14.64%	-18.80%	N/A
Mattin Patterson Global Opportunities	12,773,180			0.00%	13,317,263			0.00%	13,881,362			10.99%	12,527,940			0.00%	10.99%	N/A	N/A	N/A
InvestAmerica	1,760,486			0.00%	1,757,736			0.00%	1,757,733			0.00%	1,760,703			0.00%	0.00%	-12.50%	N/A	N/A
Hearthstone MSII	1,997,336			0.00%	1,994,216			0.00%	1,994,213			15.36%	2,379,785			5.06%	21.20%	28.98%	13.57%	N/A
Hearthstone MSIII	5,114,549			0.00%	4,631,494			0.00%	5,040,140			0.00%	297,332			N/A	N/A	N/A	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (2)	59,447,231	4.4%	5.0%	0.00%	59,724,747	4.4%	5.0%	0.00%	57,909,576	4.4%	5.0%	3.12%	51,471,862	4.3%	5.0%	-0.68%	2.42%	-9.74%	-10.93%	4.40%
CASH EQUIVALENTS																				
Northern Trust STIF/STEP	26,593,485	2.0%	2.0%	0.07%	15,294,195	1.1%	2.0%	0.15%	17,423,479	1.3%	2.0%	0.32%	15,341,860	1.3%	2.0%	0.35%	0.90%	1.84%	3.33%	4.22%
<i>90 Day T-Bill</i>				0.07%				0.08%				0.26%				0.25%	0.66%	1.52%	3.33%	4.07%
TOTAL FUND	1,363,314,735	100.0%	100.0%	1.27%	1,347,382,250	100.0%	100.0%	1.88%	1,323,018,668	100.0%	100.0%	10.25%	1,203,432,040	100.0%	100.0%	4.70%	19.10%	2.28%	-4.66%	1.45%
<i>POLICY TARGET BENCHMARK</i>				1.34%				1.72%				9.76%				4.21%	17.90%	1.63%	-6.15%	0.99%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.